FISCAL NOTE

SB 3138 - HB 3197

March 20, 2000

SUMMARY OF BILL: Prohibits the inclusion of *most favored nation* clauses in contracts for professional health care services. The bill does not apply to contracts in effect prior to the effective date of the law.

ESTIMATED FISCAL IMPACT:

MINIMAL

The state health plan, local governments that use the state health care plan, and TennCare will not be impacted because current contracts for administration of the state plan preclude such agreements. TennCare contracts prohibit MCOs and BHOs from demanding TennCare rates from providers for TennCare business.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

James a. Downport